

ND RISK MANAGEMENT WORKERS COMPENSATION FUND

State Investment Board Balance Sheet As of 7/31/2008

	As of <u>7-31-08</u>	As of <u>6-30-08</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 1,050,233	\$ 1,054,641
DOMESTIC FIXED INCOME	1,880,852	1,907,002
INVESTED CASH (NOTE 1)	<u>94,399</u>	<u>94,366</u>
TOTAL INVESTMENTS	3,025,484	3,056,009
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	6,461	5,654
MISCELLANEOUS RECEIVABLE	<u>7</u>	<u>6</u>
TOTAL RECEIVABLES	6,468	5,660
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	105,814	105,814
OPERATING CASH	<u>355</u>	<u>389</u>
TOTAL ASSETS	<u><u>\$ 3,138,121</u></u>	<u><u>\$ 3,167,872</u></u>
LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	105,814	105,814
ACCOUNTS PAYABLE	20	27
ACCRUED EXPENSES	42	45
INVESTMENT EXPENSE PAYABLE	<u>4,648</u>	<u>4,648</u>
TOTAL LIABILITIES	110,524	110,534
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	3,057,338	4,221,728
CASH IN DURING YEAR (NOTE 3)	0	0
CASH OUT DURING YEAR (NOTE 4)	0	1,000,000
NET INCREASE (DECREASE)	<u>(29,741)</u>	<u>(164,390)</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>3,027,597</u>	<u>3,057,338</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u><u>\$ 3,138,121</u></u>	<u><u>\$ 3,167,872</u></u>

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State Investment Board Profit and Loss Statement For the Month Ended 7/31/2008

	Month Ended <u>7-31-08</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 10,382	\$ 10,382
SECURITIES LENDING INCOME	260	260
	<u>10,642</u>	<u>10,642</u>
 GAIN ON SALE OF INVESTMENTS	 52,434	 52,434
LOSS ON SALE OF INVESTMENTS	<u>58,512</u>	<u>58,512</u>
 NET GAINS (LOSSES) INVESTMENTS	 (6,078)	 (6,078)
 INVESTMENT EXPENSES	 3,589	 3,589
SECURITIES LENDING EXPENSES	195	195
 NET INVESTMENT INCOME	 780	 780
 NET APPREC (DEPREC) MARKET VALUE	 (30,498)	 (30,498)
MISCELLANEOUS INCOME/(EXPENSE)	<u>1</u>	<u>1</u>
 TOTAL INVESTMENT INCOME	 <u>(29,717)</u>	 <u>(29,717)</u>
 DEDUCTIONS:		
ADMINISTRATIVE EXPENSES	24	24
 NET INCREASE (DECREASE)	 <u>\$ (29,741)</u>	 <u>\$ (29,741)</u>

ND RISK MANAGEMENT WORKERS COMPENSATION FUND
Notes To Financial Statements
July 31, 2008

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 4 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.